

STERLING BANCSHARES, INC.

	CPP Disbursement Date 12/12/2008	RSSD (Holding Company) 1105425	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$4,937	\$5,191	5.1%		
Loans	\$3,245	\$2,755	-15.1%		
Construction & development	\$360	\$220	-38.9%		
Closed-end 1-4 family residential	\$274	\$267	-2.6%		
Home equity	\$31	\$37	19.7%		
Credit card	\$0	\$0			
Other consumer	\$50	\$41	-18.5%		
Commercial & Industrial	\$785	\$590	-24.8%		
Commercial real estate	\$1,670	\$1,503	-10.0%		
Unused commitments	\$704	\$646	-8.2%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$884	\$1,356	53.4%		
Asset-backed securities	\$0	\$0			
Other securities	\$185	\$196	6.3%		
Cash & balances due	\$246	\$503	104.4%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$8	\$15	98.2%		
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$7	\$18	143.5%		
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$4,329	\$4,531	4.7%		
Deposits	\$4,112	\$4,297	4.5%		
Total other borrowings	\$97	\$112	15.4%		
FHLB advances	\$41	\$40	-1.2%		
Equity					
Equity capital at quarter end	\$608	\$660	8.6%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	-\$75	\$50	NA		
Performance Ratios					
Tier 1 leverage ratio	8.6%	9.5%	--		
Tier 1 risk based capital ratio	11.3%	14.2%	--		
Total risk based capital ratio	14.1%	16.9%	--		
Return on equity ¹	2.0%	2.0%	--		
Return on assets ¹	0.2%	0.3%	--		
Net interest margin ¹	4.4%	3.5%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans})	72.8%	57.7%	--		
Loss provision to net charge-offs (qtr)	173.9%	62.6%	--		
Net charge-offs to average loans and leases ¹	0.8%	1.4%	--		
¹ Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	3.4%	5.8%	0.4%	0.6%	--
Closed-end 1-4 family residential	2.4%	2.5%	0.2%	0.0%	--
Home equity	0.4%	0.0%	0.0%	0.0%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.7%	0.9%	0.6%	0.4%	--
Commercial & Industrial	0.6%	0.6%	0.1%	0.3%	--
Commercial real estate	4.3%	7.2%	0.2%	0.4%	--
Total loans	3.2%	4.9%	0.2%	0.4%	--